

**Billing and Collection Agent Report
For period ending 31st March 2018**

To NANC

July 28, 2018

**NANPA FUND
STATEMENT OF FINANCIAL POSITION
JULY 31, 2012**

Assets

Cash Balance in bank account	\$	3,262,098
Receivable from US Carriers		582,969
Receivable from Canada		-
Receivable from Caribbean countries		5,237
Receivables forwarded to FCC for collection (Over 90 days)		126,872
Allowance for uncollectible accounts		<u>(221,800)</u>
		493,278
Prepaid maintenance contract		<u>-</u>
Total assets		3,755,376
Less: Accrued liabilities (see below for makeup)		(566,156)
Fund balance		<u>\$ 3,189,220</u>

Makeup of Accrued Liabilities (see following page for additional details)

Welch LLP	23,443
NEUSTAR Pooling 1K Block	181,615
NEUSTAR Pooling - pANI administration	74,934
NEUSTAR NANP Administration	276,207
Data Collection Agent - USAC	<u>9,957</u>
	<u><u>\$ 566,156</u></u>

**NANPA FUND
FORECASTED STATEMENT OF CHANGES IN FUND BALANCE
JULY 2012 TO JUNE 2013**

	Actual	Budgeted											Total	Budget	Variance between forecasted results and budget at June 30/13		
		Jul-12	Aug-12	Sep-12	Oct-12	Nov-12	Dec-12	Jan-13	Feb-13	Mar-13	Apr-13	May-13				Jun-13	
Revenue																	
International Contributions																	
Canada (1)	13,106	6,553	6,553	6,553	6,553	6,553	6,553	6,553	6,553	6,552	6,552	6,552	-	78,633	78,633	-	
Caribbean countries (1)	16,290	-	-	-	-	-	-	-	-	-	-	-	-	16,290	16,290	-	
Total International Contributions	29,396	6,553	6,553	6,553	6,553	6,553	6,553	6,553	6,552	6,552	6,552	-	94,923	94,923	-		
Domestic Contributions - US carriers (1)	2,813,096	238,988	238,988	238,988	238,988	238,988	238,988	238,988	238,988	238,988	238,988	238,988	-	5,202,976	5,139,392	63,584	
Late filing fees for Form 499A (2)	1,900	-	-	-	-	-	-	-	-	-	-	-	85,000	86,900	85,000	1,900	
Interest income (3)	1,017	500	500	500	500	500	500	500	500	500	500	500	500	6,517	6,000	517	
Total revenue	2,845,409	246,041	246,041	246,041	246,041	246,041	246,041	246,041	246,040	246,040	246,040	85,500	5,391,316	5,325,315	66,001		
Expenses																	
NANPA Administration (4), (7)	276,207	276,207	276,207	276,207	276,207	276,207	276,207	276,207	276,207	276,207	160,804	160,804	160,804	2,968,275	1,632,000	1,336,275	
1K Block Pooling Administration (4), (8)	181,614	181,614	181,614	181,614	181,614	181,614	181,614	181,614	181,614	181,614	181,614	181,614	2,179,368	2,179,368	-		
pANI (9)	74,935	39,600	9,973	9,973	9,973	9,973	9,973	9,972	9,972	9,972	9,972	9,972	214,260	214,260	-		
Billing and Collection																	
Welch LLP (4)	23,443	23,443	23,443	23,443	23,443	23,443	23,443	23,443	23,443	23,443	23,443	23,444	281,317	281,317	-		
Data Collection Agent (5)	5,042	5,667	5,667	5,667	5,667	5,667	5,667	5,667	5,666	5,666	5,666	5,666	67,375	68,000	(625)		
Annual Operations Audit (6)	-	-	40,000	-	-	-	-	-	-	-	-	-	40,000	40,000	-		
Bank Charges (10)	1,471	1,925	1,925	1,925	1,925	1,925	1,925	1,925	1,925	1,925	1,925	1,925	22,646	23,100	(454)		
Carrier Audits (11)	-	-	-	-	-	-	-	300,000	-	-	-	-	300,000	300,000	-		
Bad debt expense (12)	310	3,334	3,334	3,334	3,333	3,333	3,333	3,333	3,333	3,333	3,333	3,333	36,976	40,000	(3,024)		
Total expenses	563,022	531,790	542,163	502,163	502,162	502,162	502,162	802,161	502,160	386,757	386,757	386,758	6,110,217	4,778,045	1,332,172		
Net revenue (expenses)	2,282,387	(285,749)	(296,122)	(256,122)	(256,121)	(256,121)	(256,121)	(556,120)	(256,120)	(140,717)	(140,717)	(301,258)	718,901	547,270	(1,266,171)		
Opening fund balance	906,833	3,189,220	2,903,471	2,607,349	2,351,227	2,095,106	1,838,985	1,582,864	1,026,744	770,624	629,907	489,190	906,833	952,730	(45,897)		
Closing fund balance	3,189,220	2,903,471	2,607,349	2,351,227	2,095,106	1,838,985	1,582,864	1,026,744	770,624	629,907	489,190	187,932	187,932	1,500,000	(1,312,068)		
Fund balance makeup:																	
Contingency	1,500,000	1,500,000	1,500,000	1,500,000	1,500,000	1,500,000	1,500,000	1,500,000	1,500,000	1,500,000	1,500,000	1,500,000	1,500,000	1,500,000	-		
Surplus	1,689,220	1,403,471	1,107,349	851,227	595,106	338,985	82,864	(473,256)	(729,376)	(870,093)	(1,010,810)	(1,312,068)	(1,312,068)	-	-		
	3,189,220	2,903,471	2,607,349	2,351,227	2,095,106	1,838,985	1,582,864	1,026,744	770,624	629,907	489,190	187,932	187,932	1,500,000	-		

Assumptions:

- (1) The US carrier contributions for the period from July 2012 to June 2013 and the International contributions are based upon actual billings.
- (2) These fees represent the \$100 late filing fee charged to those companies that do not file the Form 499A by the due date.
- (3) Interest income projections are estimates
- (4) The cost for 1K Block Pooling is based on the contract in force up to August 15, 2012.
The cost of NANPA Administration is based on the new contract.
The cost of B&C Agent is based on the interim contract with Welch LLP in force until December 31, 2012.
- (5) The expense for the Data Collection Agent is based on estimate of costs by USAC for the 2012 calendar year.
- (6) The cost for the annual operations audit performed by Ernst & Young is \$40,000.
- (7) No commentary
- (8) No commentary
- (9) The cost of ongoing permanent pANI administration is an estimate.
- (10) Bank fees are an expense to the Fund.
- (11) The budget allowed \$300,000 for carrier audits.
- (12) The allowance covers all accounts considered potentially uncollectible at July 31, 2012. This will be covered by the contingency allowance.

Reconciliation of forecast at June 30, 2013 to budget

Budgeted fund balance at June 30/13 - contingency	1,500,000
Increase in fund balance between budget period (February 2012) and June 2012	(45,897)
Additional billings over estimate from budget	63,584
Late filing fees (reversal) for Form 499A	1,900
Over estimate of interest earned to date compared to budget	517
NANP Admin - difference between budget and actual contract awarded	(1,336,275)
NANP Admin - change orders issued	-
Additional billings from B & C Agent due to renewal of contract	-
Data Collection fees - Adjustment to actual from budget	625
Bad debts not budgeted for	3,024
Pooling change orders	-
Carrier audits that will not be performed	-
Permanent pANI that was expected to be paid during March - June 2011. See note 9.	-
Bank fees to be covered by Fund under new B&C Agent interim contract	454
Forecasted fund balance at June 30/13	187,932

CURRENT AND FORECASTED LIABILITIES

		Current							
		<u>Jul-12</u>	<u>Aug-12</u>	<u>Sep-12</u>	<u>Oct-12</u>	<u>Nov-12</u>	<u>Dec-12</u>	<u>Jan-13</u>	<u>Feb-13</u>
NEUSTAR - NANPA Administration contract		276,207	276,207	276,207	276,207	276,207	276,207	276,207	276,207
- Payment authorized by the FCC in July June 2012	276,207								
- Authorization by the FCC has not been received for payment July 2012		\$ 276,207							
		<u>-</u>							
		<u>\$ 276,207</u>							
NEUSTAR - Block Pooling contract		181,615	181,614	181,614	181,614	181,614	181,614	181,614	181,614
- Payment authorized by the FCC in July June 2012	\$ 181,615								
- Authorization by the FCC has not been received for payment July 2012		\$ 181,615							
		<u>-</u>							
		<u>\$ 181,615</u>							
Welch LLP - Billing & Collection Agent		23,443	23,443	23,443	23,443	23,443	23,443	23,443	23,443
- Payment authorized by the FCC in July June 2012	23,443								
- Authorization by the FCC has not been received for payment July 2012		\$ 23,443							
		<u>-</u>							
		<u>\$ 23,443</u>							
USAC - Data Collection Agent		9,957	5,667	5,667	5,667	5,667	5,667	5,667	5,667
- Payment authorized by the FCC in July May 2012	4,274								
- Authorization by the FCC has not been received for payment June 2012		\$ 4,290							
July 2012		<u>5,667</u>							
		<u>\$ 9,957</u>							
Carrier audits		-	-	-	-	-	-	-	300,000
Ernst & Young LLP- Annual operations audit		-	-	40,000	-	-	-	-	-
		<u>\$ -</u>							
NEUSTAR - pANI administration		74,934	39,600	9,973	9,973	9,973	9,973	9,973	9,973
- Payment authorized by the FCC in July June 2012	74,934								
- Authorization by the FCC has not been received for payment July 2012		\$ 74,934							
Bank Fees			1,925	1,925	1,925	1,925	1,925	1,925	1,925
Total		<u>566,156</u>	<u>528,456</u>	<u>538,829</u>	<u>498,829</u>	<u>498,829</u>	<u>498,829</u>	<u>498,829</u>	<u>798,829</u>

Deliverables Report

Distributing invoices

The monthly and annual invoices for carriers were mailed by July 12, 2012

Processing Payments

Payment information from the lockbox service at Mellon Bank is received every Monday for the prior week's deposits. The deposit information is recorded on either Monday or Tuesday each week.

Late/Absent Payments

Statements were mailed August 8, 2012.

FCC Red Light Notices

The new process for red light is now in effect. At a minimum an updated red light report is posted to the FCC server for processing once a week. When required, additional updates are posted. A payment from the FCC was received on July 3 in the amount of \$1,977.10 representing payments from 11 carriers.

Helpdesk Queries

All queries are directed to a helpdesk voice mailbox. The information is transferred to an Access database. The date, nature of call, name of caller, Filer ID, who responded and on what date and the resolution is tracked. Calls are responded usually within 3 business days. 80 calls were received in July. Most calls were questions about the invoice received, the late filing fee, how to pay, request for copies of invoices, change of address, they are out of business or requesting a W9 and about the date of the invoice.

Staffing Changes

Nothing new to report.

Contract Renewal

The contract expired October 1, 2009. Welch LLP is on the USGSA list. Welch LLP received a 5 month interim contract which will cover the period from August 1, 2012 to December 31, 2012.

Accounts Receivable

We are in the process of recalling all debt previously sent to the FCC for collections. We are setting up the database to track the debt that has previously been sent to Treasury and for future debt submissions to Treasury.